PUBLIC SERVICE COMMISSION OF WISCONSIN

Minutes and Informal Instructions of the Open Meeting of Friday, February 13, 2009

The Public Service Commission of Wisconsin (Commission) met as noticed. Present were Chairperson Callisto, Commissioner Meyer, and Commissioner Azar.

Minutes

The Commission approved the minutes of the Open Meeting of Tuesday, February 3, 2009.

1880-CE-102 – Application of the City of Evansville, as an Electric Public Utility, for Authority to Install a New Capacitor Bank and Associated Equipment in Its Existing Union Townline Substation, in the City of Evansville, Rock County

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

6630-CE-302 – Application of Wisconsin Electric Power Company for a Certificate of Public Convenience and Necessity to Construct a Wind Electric Generation Facility and Associated Electric Facilities, to be Located in the Towns of Randolph and Scott, Columbia County, Wisconsin

The Commission approved the Notice of Proceeding and Prehearing Conference and directed it be signed by the Secretary to the Commission on behalf of the Commission.

6630-EM-100 – Application of Wisconsin Electric Power Company and Randolph Wind, LLC, for All Requisite Approvals in Connection with the Merger of Randolph Wind, LLC, into Wisconsin Electric Power Company

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

6650-CG-224 – Application of Wisconsin Gas LLC, for Authority to Provide Gas Service to the Village of Richfield, Washington County, Wisconsin

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

2815-TI-105 – Application of CenturyTel of the Midwest – Kendall, LLC for Approval of an Alternative Regulation Plan

The Commission approved the Notice of Investigation and directed it be signed by the Secretary to the Commission on behalf of the Commission.

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6720-TI-216 – Complaint of McLeodUSA Telecommunications Services, Inc. Against Wisconsin Bell, Inc., d/b/a AT&T Wisconsin

The Commission approved the Notice of Proceeding and directed it be signed by the Secretary to the Commission on behalf of the Commission.

1600-WR-102 – Application of Denmark Municipal Water Utility, Brown County, Wisconsin, for Authority to Increase Water Rates

The Commission approved the Notice of Proceeding and Telephonic Hearing and directed it be signed by the Secretary to the Commission on behalf of the Commission.

1730-WR-105 – Application of Village of East Troy Municipal Water Utility, Walworth County, Wisconsin, for Authority to Increase Water Rates

The Commission approved the Notice of Proceeding and Telephonic Hearing and directed it be signed by the Secretary to the Commission on behalf of the Commission.

4900-WR-110 – Application of Racine Water Works Commission, Racine County, Wisconsin, for Authority to Increase Water Rates

The Commission approved the Notice of Proceeding and Telephonic Hearing and directed it be signed by the Secretary to the Commission on behalf of the Commission.

5780-CE-104 – Application of the City of Sturgeon Bay for Authority to Build a New 69 to 12.47 kV Substation with Feeder Bays, and Modify the Existing Redwood Substation, Located in Door County, Wisconsin

The Commission amended and approved the Final Decision and directed it be signed by the Secretary to the Commission on behalf of the Commission.

5820-SB-123 – Application of Superior Water, Light and Power Company for Authority to Issue and Have Outstanding During 2009 Short-Term Indebtedness Not to Exceed Principal Amount of \$10,000,000

5820-AU-120 – Application of Superior Water, Light and Power Company for Approval of Short-Term Loans from its Parent, ALLETE, Inc. (Minnesota Power), Not to Exceed \$10,000,000 to be Outstanding at Any One Time During 2009

The Commission approved the Certificate of Authority and Order and directed it be signed by the Secretary to the Commission on behalf of the Commission.

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137-CE-147 – Application of American Transmission Company, as an Electric Public Utility, to Construct a New 345 kV Transmission Line from the Rockdale Substation to the West Middleton Substation, Dane County, Wisconsin

1-IC-408 – Application for Intervenor Compensation Filed by Protect Our Rural Landscape for \$126,360 to Participate in Docket 137-CE-147

The Commission modified and approved the request filed on behalf of Protect Our Rural Landscape for intervenor compensation, awarding the amount of \$33,000.

The Commission directed the Gas and Energy Division to draft an order consistent with its discussion.

5-EI-148 – Investigation on the Commission's Own Motion Regarding Advanced Renewable Tariff Development

1-IC-409 – Application for Intervenor Compensation Filed by RENEW Wisconsin for \$10,770 to Participate in Docket 5-EI-148

The Commission modified and approved the request filed on behalf of RENEW Wisconsin for intervenor compensation, awarding the amount of \$8,940.

The Commission directed the Gas and Energy Division to draft an order consistent with its discussion.

4220-FR-102 – Fuel Rules Proceeding to Adjust Northern States Power Company-Wisconsin, d/b/a Xcel Energy, Electric Rates Originally Set in Docket 4220-UR-115

The Commission authorized Northern States Power Company–Wisconsin (NSPW) to implement its proposed \$0.0087 per kilowatt-hour fuel credit refund prior to the completion of the compliance audit of 2008 actual fuel costs.

The Commission required NSPW to refund any under-refunded amounts, but would not allow it to collect any over-refunded amounts from ratepayers.

The Commission directed the Gas and Energy Division to draft an order consistent with its decision.

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6690-UR-119 – Application of Wisconsin Public Service Corporation for Authority to Adjust Electric and Natural Gas Rates

Request for Rehearing and Reconsideration of Wisconsin Public Service Corporation (layover from 2/3/09)

The Commission, on its own motion, amended its Final Decision pursuant to Wis. Stat § 196.39.

The Commission approved the removal of order point 14 and any associated language relevant to the Final Decision in this docket mailed December 30, 2008.

The Commission agreed to amend the electric rate adjustment cap to \$14 million and to amend the natural gas rate adjustment cap to \$8 million. Commissioner Azar dissented.

The Commission gave the parties to the Stipulation until Tuesday, February 17, 2009, at 2:00 p.m., to inform the Commission as to whether they would implement or withdraw their Stipulation.

The Commission directed the Gas and Energy Division to draft an order consistent with its discussion.

5-TI-1875 – Application for Approval of the Interconnection Agreement Between Southwestern Bell Telephone Company, d/b/a AT&T Kansas (AT&T Kansas), and CoreTel Kansas, Inc.

Additional Briefing Regarding VFX Issue in Proposed Final Decision

The Commission approved the additional party briefing regarding the treatment of the Virtual Foreign Exchange (VFX) issue in the proposed Final Decision and approved the time and page limitations suggested by Commission staff.

The Commission directed the Telecommunications Division to prepare an amended notice and directed it be signed by the Secretary to the Commission on behalf of the Commission.

The Commission adjourned the open meeting at 10:25 a.m.

Sandra J. Paske Secretary to the Commission